## Franchise Tax Board

## **SUMMARY ANALYSIS OF AMENDED BILL**

Author: Migden Ana		alyst: Norm Catelli Bill Number: AB		lumber: AB 2791
Related Bills: See Prior Analysis	Telephone	e: <u>845-5117</u>	Amended Date:	04-24-2002
	Attorney:	Patrick Kusia	k Spons	or:
SUBJECT: Notice to Pay Annual Tax/Extend to More Entities				
DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as amended APRIL 1, 2002.				
AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.				
AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended				
FURTHER AMENDMENTS NECESSARY.				
DEPARTMENT POSITION CHANGED TO				
REMAINDER OF PREVIOUS ANALYSIS OF BILL AS AMENDED  X APRIL 1, 2002. STILL APPLIES.				
OTHER - See comments below.				
SUMMARY				
This bill would require the following:				
<ul> <li>That the Secretary of State (SOS) notify certain business entities about the obligation to pay an annual tax at the time the entity is created or registered in this state, and</li> <li>That the Franchise Tax Board (FTB) notify certain business entities about the obligation to pay an annual tax until the existence of the business entity is properly ended or the business entity's registration is properly cancelled.</li> </ul>				
SUMMARY OF AMENDMENTS				
The April 24, 2002, amendments would:				
<ul> <li>Require the SOS to provide foreign limited partnerships, limited liability partnerships, and limited liability companies with the same notification they provide to domestic LPs, LLPs, and LLCs,</li> <li>Correct one typographical error, and</li> <li>Revise one misleading reference.</li> </ul>				
These amendments resolve the department's technical considerations expressed in the analysis dated April 9, 2002.				
Board Position:			Legislative Director	Date
S NA SA O N OUA		NP NAR PENDING	Brian Putler	5/9/02

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## **POSITION**

Pending.

## **LEGISLATIVE STAFF CONTACT**

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Franchise Tax Board Franchise Tax Board

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